Gary L. Phillips
General Attorney &
Assistant General Counsel

SBC Telecommunications, Inc. 1401 Eye Street, NW, Suite 400

Washington, D.C. 20005 Phone: 202-326-8910 Fax: 202-408-8731



May 7, 2004

## VIA ELECTRONIC SUBMISSION

Ms. Marlene H. Dortch Secretary Federal Communications Commission 445 12th Street, SW – Lobby Level Washington, D.C. 20554

Re: CC Docket Number 01-338, Review of Section 251 Unbundling Obligations of Local Exchange Carriers

Dear Ms. Dortch:

On behalf of Sage Telecom, Inc. (Sage), Robert McCausland, Vice President of Regulatory Affairs, and James C. Smith, and I, the undersigned, on behalf of SBC Communications, Inc. (SBC), met yesterday with the Commissioner Kathleen Q. Abernathy and Senior Legal Advisor, Matthew Brill. During the course of the meeting, we discussed the reasons why disclosure of the non-section 251 portions of the Commercial Agreements will not be in the public interest.

Pursuant to 1.1206 of the Commission's Rules, this letter is being filed electronically with the Commission.

Sincerely,

/s/ Gary L. Phillips

cc (via electronic mail):

Honorable Kathleen Q. Abernathy Matthew Brill Robert McCausland